GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department - Incentives for setting up of New industrial enterprises in Andhra Pradesh State – Inclusive growth - Introduction of Margin Money Scheme under Scheduled Caste Sub Plan and Tribal Sub plan for SC/ST Entrepreneurs – Orders – Issued.

INDUSTRIES AND COMMERCE (P&I) DEPARTMENT

G.O.Ms.No.187 Dated:20.12.2016.

Read the following:

1. G.O.Ms.No.61 Industries & Commerce (IP) Department dated 29.06.2010.
2. G.O.Ms.No.42 Industries & Commerce (IP) Department dated 05.05.2011.
3. From Commissioner of Industries, Govt. of AP, Hyderabad Lr.No.39/1/2014/14120, dt: 01-11-2014 and 05.12.2014.
4. Minutes of the 3rd Meeting of State Council for development of SCs & STs held on 27-12-2014.
5. G.O.Ms.No.36 Industries & Commerce (IP & INF) Dept., dt: 29-04-2015.
6. G.O.Rt.No.1539 Finance (EBS-VIII-REV-IC) Department dated 23.04.2015.
7. G.O.Ms.No.53 Industries & Commerce (Prog.I) Dept., dt: 23-7-2015.

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O R D E R:

In the G.O.7th read above, Government have issued certain fiscal incentives/benefits to SC& ST Enterpreneurs, among others under Industrial Development Policy, 2015-20.

2. Government, after careful examination of the references read above, hereby approves the introduction of ***"Margin Money Scheme"*** for benefit of SC/ST Entrepreneurs in the State of Andhra Pradesh.

Introduction

A Margin Money loan repayable at the rate of 3% per annum subject to 20% of the project cost excluding land, limited to ☐20 Lakh shall be provided to SC/ST entrepreneurs for establishment of new MSMEs, including transport passenger vehicles and any equipment.

Eligibility

1. Domicile of Andhra Pradesh in age group of 18-50 years
2. Caste certificate issued by Government of Andhra Pradesh
3. Educational qualification -Minimum class 10th qualified

Identification

Eligible entrepreneurs shall submit their business plan and bank loan documents to GM-DIC of the district for further processing. The GM-DIC shall put up such proposals received before the task force comprising of the following, every month:

TASK FORCE

1. District Collector – Chairman
2. P.O., ITDA - Member
3. E.D., SC Corporation - Member
4. DTWO - Member
5. Manager of Lead Bank - Member
6. DICCI Representative - Member
7. G.M., D.I.C. - Member Convenor

(P.T.O)

Task force shall conduct interviews of the entrepreneurs and accord permission to GM,DIC for further action in case of selected entrepreneur.

Implementation

GM, DIC shall ensure that margin money amounts are transferred to bank accounts of the selected entrepreneurs within 15 days of approval from the task force.

Repayment

The entrepreneur shall repay the loan and interest at the rate of 3% per annum beginning 2nd year of commencement of commercial production in 60 equal monthly installments. The principal and interest amounts shall be deducted upfront from the subsidies being paid by Government (if any) to the entrepreneur, beginning 2nd year of commercial production, else it shall be incumbent upon the entrepreneur to deposit the amount through a challan in Government Treasury.

3. The expenses of this scheme shall be met from the following existing heads of account within the Budget:

S.No.	Head of Account	Plan/Scheme
1	2851-00-789-11-17-310-312	S.C. Sub-plan
2	2852-80-789-11-04-310-312	S.C. Sub-plan
3	2852-80-796-11-04-310-312	Tribal Sub-plan

4. The Director of Industries shall take necessary action accordingly. Necessary operational guidelines shall be issued separately.

5. This order issues with the concurrence of Finance (EBS.VIII) Dept. vide their U. O. No.8470/81/EBS.VIII-Rev-IC/A2/2014; dt:22.01.2015.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Director of Industries, Hyderabad.
The Member Convener, AP SLBC, Hyderabad.
The VC & MD, APSFC, Hyderabad.
The VC & MD, APIIC, Hyderabad.
The Social Welfare Dept.
The Tribal Welfare Dept.
The Accountant General, Andhra Pradesh, Hyderabad.
The Chief Secretary to Government, Hyderabad.
The Prl. Secretary to Chief Minister.
All Private Secretaries to the Ministers.
The Pay and Accounts Officer, Ibrahimpatnam, Krishna District.
All District Collectors.
The A.P.TRANSCO, Hyderabad
All Heads of Departments.
All Departments of Secretariat.
All Govt. Companies/Corpns.
The Fin.(FMU-Rev-IC) Dept.
All General Managers, District Industries Centre in the State.
All Sections in the Dept.
SF/Sc.

//FORWARDED:: BY ORDER//

SECTION OFFICER